WRAL-TV Raleigh, North Carolina POLITICAL ADVERTISING DISCLOSURE STATEMENT August 2012

The purpose of this Disclosure Statement is to make those parties who purchase political advertising and programming time fully aware of WRAL-TV's political advertising policies and procedures including application of the "lowest unit charge" provisions of Section 315(b) of the Communications Act, as amended (the "Act"), and the sponsorship identification provisions found in Section 317 of the Act and Section 441d of the Federal Election Campaign Act.

Orders for Political Time

Orders for political time will not be considered firm until the appropriate certifications and purchase request forms (see attached) are delivered to the station. Net payment for the air schedule must be received prior to when the order is scheduled to be entered into the station's traffic system (see Log Deadlines). The station <u>does accept</u> advertisements during network and local news programming.

Acceptable Forms of Payment

Acceptable forms of payment include cash, check and direct bank transfer. WRAL-TV does not accept payment by credit or debit cards.

Lowest Unit Charge

During the 45 days preceding a primary or run-off election and the 60 days preceding a general or special election (the "Election Periods"), candidates are entitled to receive all discount privileges otherwise offered to commercial advertisers and are to be placed on a par with the most favored commercial advertiser of this station. That is, during the Election Period, candidates will be charged the "lowest unit charge" (the "LUC") for the same class and amount of time for the same period. At times other than the Election Periods (the "Comparable Rate Period"), candidates may purchase time at rates comparable to those charged commercial advertisers.

The lowest unit charge provisions apply <u>only</u> during Election Periods to "legally qualified" candidates for public office or their authorized campaign organizations to promote their candidacy; they are <u>not applicable</u> to political action committees nor to non-candidate issue advertising. When requested, satisfactory proof must be provided to the station that the candidate is "legally qualified," as that term is defined by the Federal Communications Commission and/or that the purchaser is authorized to buy time for the candidate.

At times other than the prescribed Election Periods, the rates charged candidates shall not exceed the charges made for comparable uses of the station by other advertisers. The General Election Period is from September 7, 2012 to November 6, 2012.

In the event we determine after the fact that a legally qualified candidate has been sold advertising at a rate higher than our LUC in that class of time, we shall provide appropriate refunds or credits as promptly as possible.

Federal Candidate Eligibility for Lowest Unit Charge and Certification

To qualify for the station's LUC for the same class and amount of time for the same period, federal candidates, or their authorized committees, must certify in writing, at the time programming is purchased that the programming does not refer to another candidate for the same office, or if the programming does refer to an opposing candidate, that the programming meets the following requirements outlined below.

The end of the television broadcast must include, for a minimum of four seconds, a clearly identifiable photographic or similar image of the sponsoring candidate while simultaneously airing a clearly discernible statement. The statement must identify the candidate, state that the candidate approved the broadcast and that the candidate and/or the candidate's authorized committee paid for the broadcast.

The printed statement must appear in letters equal to or greater than four (4%) percent of the vertical picture height for a period of at least four (4) seconds with a reasonable degree of color contrast between the background and the printed statement.

Failure to adhere to these sponsorship identification disclosures subjects the candidate to forfeiture of <u>all</u> rights to the LUC for <u>all</u> programming aired during the remainder of the Election Period.

<u>Proper Sponsor Identification – Federal Candidate Authorized Advertisements</u>

Political programming that advocates the election or defeat of a federal candidate or that solicits any political contributions and that <u>is authorized</u> by the candidate or his authorized committee, regardless of whether or not it refers to another candidate for the same office, must comply with the following sponsorship identification rules:

Television advertisements must identify the candidate on whose behalf time was purchased, state that the candidate approved the broadcast, and state that the broadcast has been paid for by the candidate and/or the candidate's authorized committee. This can be achieved by one of two ways:

- 1. The candidate making the statement in an unobscured, full screen view; or
- 2. A candidate voice-over, accompanied by a clearly identifiable photograph or similar image of the candidate.

There must also be a written presentation of the same statement at the end of the political programming in a clearly readable manner. The statement must appear in letters equal to or greater than four (4%) percent of the vertical picture height for a period of at least four (4) seconds with a reasonable degree of color contrast between the background and the printed statement. This means the visual ID constitutes at least four percent of the vertical picture height and airs for at least four seconds, set against a background that does not reduce the statement's legibility.

Proper Sponsor Identification – Third Party/Issue Advertisements

Political programming which advocates the election or defeat of a candidate or that solicits any political contributions, but <u>is not authorized</u> by a candidate or his authorized committee, must: 1) state that the programming is not authorized by any candidate; 2) clearly state the full name and permanent street address, telephone number or World Wide Web address of the person who paid for the communication; and 2) include the aural statement: " is responsible for the content of this

advertising." The blank must be filled in with the name of the political committee or other person paying for the communication and the name of any connected organization, of the payor.

For television, the above statement must be made in a voice-over and shall also appear in a clearly readable manner at the end of the communication. The visual statement must appear in letters equal to or greater than four (4%) percent of the vertical picture height for a period of at least four (4) seconds with a reasonable degree of color contrast between the background and the printed statement to allow for the statement's legibility.

<u>Proper Sponsor Identification – Nonfederal Candidates</u>

All advertisements must comply with the sponsorship identification requirements of the Communications Act. The identification must state that the broadcast is "sponsored, paid for or furnished by" the identified sponsor.

For state and local candidates, the statement must appear in letters equal to or greater than four (4%) percent of the vertical picture height for a period of at least four (4) seconds with a reasonable degree of color contrast between the background and the printed statement. This means the visual ID constitutes at least four percent of the vertical picture height and airs for at least four seconds, set against a background that does not reduce the statement's legibility.

A pre-airing submission of all ads is requested to permit the station to verify compliance with the identification requirements. Should a state or local candidate's spot not be submitted in sufficient time for a pre-airing review or not contain the proper identification, the station reserves the right to reject the ad.

Type of Rates Offered by the Station

This station sells commercial time in thirty (30) second increments throughout the day. The rates for sixty (60) and ninety (90) second spots are, respectively, two (2) and three (3) times the thirty (30) second rate. Ten (10) second increments are fifty percent (50%) the thirty (30) second rate and fifteen (15) second increments are at sixty-five percent (65%) of the thirty (30) second rate.

Classes of Time Offered by the Station

WRAL-TV offers four (4) classes of immediately preemptible time. Each class has a range of rates with a rate ceiling, except for Class I which does not have a rate ceiling. If a spot is preempted, a make good spot will be rescheduled, if requested, and broadcast within a reasonable period of time.

Class 1- Immediately Preemptible with Notice with 48-hour notice

Class 1 spots are preemptible by higher prices spots within the class up until forty-eight (48) hours before the time of broadcast and have an approximately 76 - 99% chance of clearing, absent unforeseen program changes or technical difficulties.

Class 2 – Immediately Preemptible with Notice with 24-hour notice

Class 2 spots are preemptible up until twenty-four (24) hours before the time of broadcast by higher priced spots within the class and by all Class 1 spots. Class 2 spots have an approximately 51-75% chance of clearing, absent unforeseen program changes or technical difficulties.

Class 3 – Immediately Preemptible with 2-hour Notice

Class 3 spots are preemptible up until two (2) hours before the time of broadcast by higher priced spots within the class and by all Class 1 and Class 2 spots. Class 3 spots have a 26-50% chance of clearing, absent unforeseen program changes or technical difficulties.

Class 4 – Immediately Preemptible with Notice

Class 4 spots are preemptible up until the time of broadcast by higher priced spots within the class and by all Class 1, Class 2 and Class 3 spots. Class 4 spots have a 0-25% chance of clearing, absent unforeseen program changes or technical difficulties.

Preemption Priority for the Same Class of Time

In the event our sale orders for the same class of spots for the same time period should exceed the station's available inventory, the station will, subject to the "reasonable access" requirements for federal candidates, establish a scheduling priority for the announcements on the following basis:

- 1. Outside the Election Periods during which the LUC is applicable, priority will be given to the schedule of spots purchased by the advertiser that has purchased, in the aggregate, the largest dollar volume of advertising. In the event two or more advertisers have purchased the same dollar volume, the advertiser whose order was purchased first will be afforded priority.
- 2. During the Election Periods during which the LUC is applicable, political advertisements qualifying for the "lowest unit charge" will be afforded scheduling parity with advertisements purchased by the station's most favored commercial advertisers. In the event the purchase orders of a commercial and political advertiser should be considered equal under these criteria, a political advertiser will be afforded priority. In the event the purchase orders of two or more political advertisers should be considered equal under these criteria, the candidate whose order was placed first will be afforded priority.

Additional Rate and Sales Information

The station's rate card sets forth the specific time periods within which spot time may be purchased. Packages are treated as volume discounts and are considered in calculating the LUC. Rates for other time periods or special programming are available upon request.

The station will supply the current selling level and the LUC for specific time periods, classes of time, and amounts of time upon request.

The station has calculated the predicted LUC for every class of time sold on the station. The LUC in each class may vary on a weekly basis depending upon the price of spots actually broadcast during each week. Candidates may purchase preemptible spots at a particular class' LUC or at a higher class

of time so as to decrease the potential for preemption. Candidates may also decrease the potential for preemption by purchasing a higher class of time.

The station customarily provides a fifteen percent (15%) discount for advertising purchases made by an advertising agency. Political candidates and authorized campaign committees eligible for the LUC and purchasing time during the Election Period without an advertising agency will be extended a fifteen percent (15%) discount.

Make Good Policy

In the event a spot is preempted, the station will notify the candidate and if requested will make good the spot through placement in a comparable time period or periods to deliver an audience comparable to the spot purchased.

Audit Of Rates Charged

At the end of each week, the station will audit the rates for all political time sold during the Election Periods to insure that the rates charged candidates reflect the actual LUC, that is, the lowest rate any advertiser paid for the same class of spot that cleared during the same time period during the given week. Refunds will be issued for any overcharges.

Product Separation

WRAL-TV endeavors to separate commercial advertisers. In cases where limited inventory and high demand dictate, we run competitors in the same commercial break.

Recapture of Spot Time Sold

The station reserves the right to recapture spot time sold to a candidate to meet equal opportunity or reasonable access requirements of the Communications Act of 1934, as amended. If spot time is recaptured by the station, the candidate will be advised as soon as practical and an appropriate refund will be issued.

Log Deadlines

Normal WRAL-TV log deadlines follow below (these deadlines will not apply during a holiday weekend or other selected weekends and will be adjusted accordingly)

Log For:	Order & Payment Deadline:	Copy Deadline:
Monday	2PM Friday (of prior week)	3PM Friday (of prior week)
Tuesday	2PM Monday	3PM Monday
Wednesday	2PM Tuesday	3PM Tuesday
Thursday	2PM Wednesday	3PM Wednesday
Friday	2PM Thursday	3PM Thursday
Saturday	2PM Friday	3PM Friday
Sunday	2PM Friday	3PM Friday

Commercial tapes and copy should be delivered to:

WRAL-TV 2619 Western Boulevard Raleigh, NC 27606

Attn: Traffic Department

The candidate's order, payment, an air-quality tape, and all appropriate forms must be received by these deadlines in order for spots to be placed on the affected day's log. The station's ability to receive and air spots is subject to unforeseen technical difficulties, satellite delivery and the tape's condition.

On the last six Saturdays immediately before the 2012 general election, the station will accept copy changes for advertising scheduled to air Sundays and Mondays from legally qualified candidates for public office or from their authorized campaign organizations to promote their candidacy. Copy changes will not be accepted from political action committees or for non-candidate issue advertising. Qualified candidates or their representatives may submit copy changes from 9AM to 11AM on the following Saturdays:

September 29, 2012

October 6, 2012

October 13, 2012

October 20, 2012

October 27, 2012

November 3, 2012

On the six Saturdays listed above, candidates or their representatives may deliver tapes and copy to the address above or send them electronically to: politicalcopychange@wral.com. Electronic delivery to politicalcopychange@wral.com will not be accepted at any other time. The copy/commercial(s) must be in the station prior to 11AM whether delivered in person or electronically. No exceptions will be made.

No Production; Anti-Discrimination Policy

The station does not produce political advertising. Also, the station does not discriminate in the sale of advertising time and will accept no advertising which is placed with an intent to discriminate on the basis of race or ethnicity.

Further Information

We will provide, upon request, further information about our rates, advertising policies, advertising packages, rotators, and advertising plans. We encourage prospective political time buyers to inquire. It is our desire to furnish all appropriate information to those interested in purchasing political advertising on our station to enable you to make the most cost efficient and effective advertising decisions.

WRAL-TV Political Disclosure Statement Record of Delivery

Name of Person Receiving WRAL-TV Political	
Disclosure Statement :	
	Signature
Date Supplied:	
For (Name of Candidate):	
Party:	
Name of WRAL-TV	
Sales Representative:	

AGREEMENT FORM FOR POLITICAL CANDIDATE ADVERTISEMENTS

(check applicable box)

□ FEDERAL CANDIDATE □ STATE/LOCAL CANDIDATE

To Avail Themselves of the Lowest Unit Charge During a Political

Station and	Location:			Dat	te:
				L	
	of:				
	ate of the				
	ce of:				_
n the					
	ld on:				
o hereby reques	st station time as follo	ows:			
Broadcast Length	Time of Day, Rotation or Package	Days	Class	Times per Week	Number of Weeks

August 2012 8

HIS ST.	To be Signe	Signature NED BY STATION REP Accepted in Part	
HIS ST.	To be Signe	Signature	
HIS ST.	To be Signe		uthorized Committee
HIS ST.		ed by Candidate or Au	uthorized Committee
HIS ST.		ad by Candidata ay Ai	therized Committee
HIS ST.		THE PLACEMENT OF ADVER	TISING.
rates: a		ISCRIMINATE OR PERMIT DI	
This sta		its political advertising policies, included and other sales practices (not applied	
·	-	nber of contact person for candid	
		egally qualified candidate.	
		nce the time as paid for by such per tity is either a legally qualified cand	
I repres	sent that the check for th	he above described broadcast time	has been furnished by:

CANDIDATE CERTIFICATION

In Order For Federal Candidates to Receive The Lowest Unit Charge During a Political Window, the Following Certification is Required:

I,					
				committee) hereby uant to this agreem	certify that the programming ent:
		does		does not	
	to an opposing ramming that d				er certify that for the
(che	ck applicable bo	ox)			
	-	andidate, th		personal audio sta eing sought, and tha	ntement by the candidate that the candidate has
	image of the c displayed prir the broadcast.	andidate for nted stateme , and that the	a duration ent identif e candida	ins a clearly identing of at least four sections the candidate and/or the candir authorized committe	fiable photograph or similar onds, and a simultaneously , that the candidate approved date's authorized committee e
	signatu	re of candidat	e or author	ized committee	
		printed	name		date

August 2012 10

Copyright ©2011 by the National Association of Broadcasters.

AGREED UPON SCHEDULE

(TO BE FILLED IN ONLY IF STATION DOES NOT ACCEPT ALL OF CANDIDATE'S REQUEST)

Broadcast Length	Time of Day, Rotation or Package	Days	Class	Times per Week	Number of Weeks

TOTAL CHARGES:		

AFTER AIRING OF BROADCASTS:

Attach invoices or Schedule Run Summary to this Form showing:

- (1) actual air time and charges for each spot;
- (2) the date(s), exact time(s) and reason(s) for Make-Good(s), if any; and
- (3) the amount of rebates given (identify exact date, time, class of broadcast and dollar amount for each rebate), if any.

Note: Because the FCC requires that the political file contain the actual times the spots air, that information should be included in the file as soon as possible. If that information is only generated monthly, the file should include the name of a contact person who can provide the times that specific spots aired.

AGREEMENT FORM FOR NON-CANDIDATE/ISSUE ADVERTISEMENTS

Station and	Station and Location:				
,	st station time conce				
io nereby reques	st station time conce	ming the folio	wing issue:		
Broadcast Length	Time of Day, Rotation or Package	Days	Class	Times per Week	Number of Weeks
Total Char	ges (to be paid	by check	or in cash	only):	
Does the prog	me will be used by: gramming (in who) er of national impo	le or in part)			ting to any
	☐ Yes		[□ No	

ble attorney's fees, that sement(s). For the above ript, or tape, which withe time of the schedu TO BE SI	re-stated broadcast(s), I also agree to Il be delivered to the station at least	Contact Phone Number	
ble attorney's fees, that sement(s). For the above ript, or tape, which withe time of the schedu TO BE SI Date TO BE SI	re-stated broadcast(s), I also agree to all be delivered to the station at least led broadcasts. GNED BY ISSUE ADVER Signature GNED BY STATION REPR	Contact Phone Number RESENTATIVE	
tible attorney's fees, that sement(s). For the above ript, or tape, which withe time of the schedu	re-stated broadcast(s), I also agree to all be delivered to the station at least led broadcasts. EGNED BY ISSUE ADVER	RTISER	
ble attorney's fees, that sement(s). For the above ript, or tape, which wi the time of the schedu	re-stated broadcast(s), I also agree to ll be delivered to the station at least led broadcasts.		
ble attorney's fees, that sement(s). For the aboveript, or tape, which wi	re-stated broadcast(s), I also agree to Il be delivered to the station at least		
ons of the entity are nar STATION DOES NOT OR ETHNICITY IN	T DISCRIMINATE OR PERMIT DISCRIMENT OF ADVERTISES armless the station for any damages or li	CRIMINATION ON THE BASIS ONG. ability, including	
			act
you are authorized to an	nounce the time as paid for by such person		
(s) of the election(s) (if programming that "comm	applicable): nunicates a message relating to any polit		e
	ame of the legally qualities) of the election(s) (if programming that "comportance," attach Agreed present that the check for our are authorized to an ashing the check, if other corporation; are accompanies, offices, and address of the entity are nare to the corporation of the entity and hold have the corporation of the entity and have	ame of the legally qualified candidate(s) the programming refer (s) of the election(s) (if applicable): programming that "communicates a message relating to any polition of the election (s) (if applicable): programming that "communicates a message relating to any polition of the election (s) (if applicable): programming that "communicates a message relating to any polition of the election (s) and the election (s) are altered to announce the time as paid for by such persons the election (s) and the election (s) are altered to an association; and election (s) are altered to election (s) electio	present that the check for the above described broadcast time has been furnished by: you are authorized to announce the time as paid for by such person or entity. The entity shing the check, if other than an individual person, is: Corporation; □ a committee; □ an association; □ or other unincorporated group. Description: □ a committee; □ an association: □ or other unincorporated agents/contons of the entity are named below (may be attached separately):

AGREED UPON SCHEDULE

For All Issue Advertisements That Communicate a Message Relating to Any Political Matter of National Importance

Broadcast Length	Time of Day, Rotation or Package	Days	Class	Times per Week	Number of Weeks

Total Charges (to be paid by check or in cash only):

AFTER AIRING OF BROADCASTS:

Attach invoices or Schedule Run Summary to this Form showing:

- (1) actual air time and charges for each spot;
- (2) the date(s), exact time(s) and reason(s) for Make-Good(s), if any; and
- (3) the amount of rebates given (identify exact date, time, class of broadcast and dollar amount for each rebate), if any.

Note: Because the FCC requires that the political file contain the actual times the spots air, that information should be included in the file as soon as possible. If that information is only generated monthly, the file should include the name of a contact person who can provide the times that specific spots aired.

14

August 2012